

2260 California Housing Finance Agency

The mission of the California Housing Finance Agency, which was statutorily chartered in 1975 to be the State's affordable housing bank, is to create safe, decent, and affordable rental housing and to assist first-time homebuyers in achieving the dream of home ownership by providing affordable first and secondary mortgage loans and mortgage insurance. The agency is financially self-supporting, setting loan interest rates slightly above its cost and charging fees for specific services to cover its lending costs and risks.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2006-07	2007-08	2008-09	2006-07*	2007-08*	2008-09*
10 Lending Activity	268.5	293.9	293.9	\$32,431	\$43,103	\$43,383
20 Insurance Activity	10.4	12.4	12.4	2,028	2,568	2,564
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	278.9	306.3	306.3	\$34,459	\$45,671	\$45,947
FUNDING				2006-07*	2007-08*	2008-09*
0501 California Housing Finance Fund				\$32,431	\$43,103	\$43,383
0916 California Housing Loan Insurance Fund				2,028	2,568	2,564
TOTALS, EXPENDITURES, ALL FUNDS				\$34,459	\$45,671	\$45,947

The California Housing Finance Agency's (CalHFA) funding is not subject to Budget Act appropriation and this display is for informational purposes only. Each spring the CalHFA board adopts an updated five-year business plan and annual budget. The Board has not yet adopted a final operating budget for the 2008-09 fiscal year. Therefore, the informational budget presented here reflects the Agency's best estimate of the proposed budget for fiscal year 2008-09. As a Public Enterprise Funded entity, CalHFA support comes from revenue bonds and does not depend upon the faith, credit or taxing power of the State of California. CalHFA continues to administer a multifamily preservation program and several downpayment assistance programs from Proposition 46 general obligation bonds, and two programs, the California Homebuyers Downpayment Assistance Program and the Residential Development Loan Program, funded by Proposition 1C general obligation bonds.

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Health and Safety Code Sections 50000-52533.

DETAILED BUDGET ADJUSTMENTS

	2007-08*			2008-09*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Other Workload Adjustments	\$-	\$9,015	28.9	\$-	\$9,631	28.9
• Employee Compensation/Retirement Adjustments	-	-	-	-	-340	-
Totals, Baseline Adjustments	\$-	\$9,015	28.9	\$-	\$9,291	28.9
TOTALS, BUDGET ADJUSTMENTS	\$-	\$9,015	28.9	\$-	\$9,291	28.9

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 - LENDING ACTIVITY

The objective of this program is to finance housing at affordable interest rates, using the proceeds of tax-exempt and taxable revenue bonds to make: (1) mortgage loans to qualified first-time homebuyers to finance the purchase of single family homes, (2) construction and permanent loans for the creation and preservation of multifamily housing projects, and (3) special needs housing loans to facilitate the construction, rehabilitation and acquisition of housing needed to serve special needs populations.

20 - INSURANCE ACTIVITY

The objective of the Mortgage Insurance Services Division is to encourage the preservation of existing housing and improve new housing opportunities by offering mortgage insurance products to homebuyers who might not qualify for traditional lending programs. The program provides primary mortgage insurance at favorable rates by working with participating

* Dollars in thousands, except in Salary Range.

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lenders, government agencies, government-sponsored enterprises, and the secondary mortgage market to develop and offer innovative homebuyer lending and mortgage insurance programs.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2006-07*	2007-08*	2008-09*
PROGRAM REQUIREMENTS				
10	LENDING ACTIVITY			
	State Operations:			
0501	California Housing Finance Fund	\$32,431	\$43,103	\$43,383
	Totals, State Operations	\$32,431	\$43,103	\$43,383
PROGRAM REQUIREMENTS				
20	INSURANCE ACTIVITY			
	State Operations:			
0916	California Housing Loan Insurance Fund	\$2,028	\$2,568	\$2,564
	Totals, State Operations	\$2,028	\$2,568	\$2,564
TOTALS, EXPENDITURES				
	State Operations	34,459	45,671	45,947
	Totals, Expenditures	\$34,459	\$45,671	\$45,947

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2006-07	2007-08	2008-09	2006-07*	2007-08*	2008-09*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	278.9	322.4	322.4	\$17,188	\$22,136	\$22,136
Total Adjustments	-	-	-	-	-	-240
Estimated Salary Savings	-	-16.1	-16.1	-	-1,107	-1,107
Net Totals, Salaries and Wages	278.9	306.3	306.3	\$17,188	\$21,029	\$20,789
Staff Benefits	-	-	-	5,551	6,309	6,209
Totals, Personal Services	278.9	306.3	306.3	\$22,739	\$27,338	\$26,998
OPERATING EXPENSES AND EQUIPMENT				\$11,720	\$18,333	\$18,949
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS				\$34,459	\$45,671	\$45,947
(State Operations)						

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2006-07*	2007-08*	2008-09*
0501 California Housing Finance Fund			
APPROPRIATIONS			
Health and Safety Code Section 51000	\$32,431	\$43,103	\$43,383
TOTALS, EXPENDITURES	\$32,431	\$43,103	\$43,383
0916 California Housing Loan Insurance Fund			
APPROPRIATIONS			
Health and Safety Code Section 51611	\$2,028	\$2,568	\$2,564
TOTALS, EXPENDITURES	\$2,028	\$2,568	\$2,564
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$34,459	\$45,671	\$45,947

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2006-07	2007-08	2008-09	2006-07*	2007-08*	2008-09*
Totals, Authorized Positions	278.9	322.4	322.4	\$17,188	\$22,136	\$22,136
Salary Adjustments	-	-	-	-	-	-240

* Dollars in thousands, except in Salary Range.

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	Positions			Expenditures		
	2006-07	2007-08	2008-09	2006-07*	2007-08*	2008-09*
Total Adjustments	-	-	-	\$-	\$-	-\$240
TOTALS, SALARIES AND WAGES	278.9	322.4	322.4	\$17,188	\$22,136	\$21,896

* Dollars in thousands, except in Salary Range.